

5. (REQUEST FOR DEFERMENT OF DRILLING AND OPERATING REQUIREMENTS, DOUGLAS OIL COMPANY, HUNTINGTON BEACH, CALIFORNIA - P.R.C. 1524.1.)

After presentation of Calendar Item 15 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO GRANT TO DOUGLAS OIL COMPANY OF CALIFORNIA A DEFERMENT OF DRILLING AND OPERATING REQUIREMENTS UNDER STATE OIL AND GAS LEASE P.R.C. 1524.1 TO JULY 1, 1957.

Attachment

Calendar Item 15 (1 page)

OIL & GAS

15.

(REQUEST FOR DEFERMENT OF DRILLING AND OPERATING REQUIREMENTS, DOUGLAS OIL COMPANY, HUNTINGTON BEACH, CALIFORNIA - P.R.C. 1524.1.)

On July 2, 1956 (Minute Item 4, pages 2714-15) the Commission authorized the deferment of drilling and operating requirements under State Oil and Gas Lease P.R.C. 1524.1, Huntington Beach, to December 31, 1956, subject to the express condition that during the period of deferment the lessee would perform one of the following actions:

1. Initiate development on the lease.
2. Quitclaim the undeveloped lease area.
3. Present new adequate bases not considered heretofore for consideration as to any further deferment of drilling requirements under the lease.

Lease P.R.C. 1524 was issued June 13, 1955 to the Douglas Oil Company of California pursuant to competitive public bidding. Two wells have been drilled and are on production under the lease. The lessee has now requested consideration of the extension of the deferment of drilling and operating requirements to July 1, 1957 to permit analysis of further geological and mechanical information which it is anticipated may become available from the current conduct of core drilling operations on adjoining properties. In addition the lessee is working on a program of possible joint action with other lessees in conducting further tests in the vicinity for the purpose of obtaining additional information concerning the productive possibilities.

IT IS RECOMMENDED THAT THE EXECUTIVE OFFICER BE AUTHORIZED TO GRANT DOUGLAS OIL COMPANY OF CALIFORNIA A DEFERMENT OF DRILLING AND OPERATING REQUIREMENTS UNDER STATE OIL AND GAS LEASE P.R.C. 1524.1 TO JULY 1, 1957.